GOVERNMENT OF INDIA
RAILWAYS
LOK SABHA

UNSTARRED QUESTION NO:3702
ANSWERED ON:08.08.2002
EVASION OF SALES TAX
PRABHUNATH SINGH

Will the Minister of RAILWAYS be pleased to state:

(a) whether the Eastern Railways administration abetted the evasion of sales tax on the scrap material in UP amounting to Rs. 1.36 crore as has been brought out by C&AG in its Report No. 9 of 2002 on page 119 in para 3.4.9;

(b) if so, the action taken against the person concerned for defective provision in the general condition of sale by auction ;

(c) whether the money has been recovered from the dealer to whom scrap was sold with interest; and

(d) if so, the details thereof and if not the reasons therefor ?

Answer

MINISTER OF STATE IN THE MINISTRY OF RAILWAYS (SHRI BANDARU DATTATRAYA)

(a): No, Sir. There is no such abetment. UP sales Tax authorities` claim for payment of Sales Tax arrears of Rs. 1.32 crores from Eastern Railway has been disputed and the matter is subjudice before the Hon`ble Revisional Bench of UP Trade Tax Tribunal, Varanasi.

(b) to (d): Do not arise.